

IMPORTANT: This letter is important and requires your immediate attention. If you have any questions about the content of this letter, please seek independent professional advice.

29 April 2022

Dear Investor,

JPMorgan Funds (Unit Trust Range)

We are writing to inform you about the following changes to the funds under JPMorgan Funds (Unit Trust Range) (each a “Fund”, collectively the “Funds”).

1. Clarification in relation to reinvestment of distributions

In the past, in the event that a unitholder redeemed or switched their entire holding of the relevant Class after the last cum distribution dealing date but before the actual payment date of any distributions, where the distributions are reinvested automatically in the subscription of further units, the Manager would redeem the reinvested units on the actual payment date and pay the redemption proceeds to the unitholder in cash if the reinvested units did not meet the relevant minimum holding requirement.

The offering documents of the Funds have been updated such that the reinvested units will not be redeemed by the Manager even if the reinvested units do not meet the relevant minimum holding requirement in the abovementioned circumstances.

2. Changes to the investment policy of JPMorgan China A-Share Opportunities Fund, JPMorgan China Income Fund and JPMorgan China Pioneer A-Share Fund

According to the investment policy of JPMorgan China A-Share Opportunities Fund, JPMorgan China Income Fund and JPMorgan China Pioneer A-Share Fund which were in force prior to the date of this letter, each Fund may invest in China A-Shares and in particular, may invest 30% or more of its total net asset value in stocks listed on the ChiNext Board of the Shenzhen Stock Exchange (“SZSE”) and/or the Science and Technology Innovation Board (“STAR Board”) of the Shanghai Stock Exchange (“SSE”).

In light of the launch of the Beijing Stock Exchange, the investment policy of JPMorgan China A-Share Opportunities Fund, JPMorgan China Income Fund and JPMorgan China Pioneer A-Share Fund has been amended to provide that each Fund may invest 30% or more of its total net asset value in stocks listed on the ChiNext Board of the SZSE, the STAR Board of the SSE and/or the Beijing Stock Exchange.

Investments in stocks listed on the Beijing Stock Exchange, ChiNext Board and/or STAR Board are subject to the following risks:

Higher fluctuation on stock prices and liquidity risk

Listed companies on the Beijing Stock Exchange, the ChiNext Board and/or STAR Board are usually innovative and growth enterprises of emerging nature with smaller operating scale.

Listed companies on the Beijing Stock Exchange, ChiNext Board and/or STAR Board are subject to wider price fluctuation limits, and due to higher entry thresholds for investors, stocks listed on the Beijing Stock Exchange, ChiNext Board and/or STAR Board may have limited liquidity, compared to those listed on other boards. Hence, they are subject to higher fluctuation in stock prices and liquidity risks and have higher risks and turnover ratios than companies listed on the main boards of the SSE and SZSE.

Due to different trading rules, daily price movements are limited to 30% on the Beijing Stock Exchange and 20% on the ChiNext market and the STAR Board, which are higher than the limits on the main board of the SSE and SZSE. Therefore the securities traded on these markets may be subject to a higher volatility risk than securities of relevant sectors traded in the main boards of the SSE and SZSE.

Over-valuation risk

Stocks listed on the Beijing Stock Exchange, ChiNext Board and/or STAR Board may be given a higher valuation and such exceptionally high valuation may not be sustainable. Stock price may be more susceptible to manipulation due to fewer circulating shares.

Differences in regulations applicable to the Beijing Stock Exchange, ChiNext Board and STAR Board

The rules and regulations applicable to companies listed on the Beijing Stock Exchange, ChiNext Board and STAR Board are less stringent in terms of profitability and share capital than those on the main boards of the SSE and the SZSE.

Delisting risk

It may be more common and faster for companies listed on the Beijing Stock Exchange, ChiNext Board and/or STAR Board to delist. This may have an adverse impact on the Fund if the companies that it invests in are delisted.

Risk associated with transfer of listing for stocks listed on Beijing Stock Exchange

A company listed on the Beijing Stock Exchange in which the Fund invests may apply for transfer of listing to the ChiNext Board of the SZSE or the STAR Board of the SSE, if permitted by the applicable laws and regulations, subject to meeting the listing requirements of the China Securities Regulatory Commission and the SSE or SZSE (as the case may be). The application for transfer of listing will be subject to the review and approval by SSE or SZSE (as the case may be). The application for transfer of listing, whether successful or not, may cause fluctuations in the price of the relevant stock, and hence the net asset value of the Fund.

Concentration risk applicable to the Beijing Stock Exchange and STAR Board

Beijing Stock Exchange and STAR Board are newly established and may have a limited number of listed companies during the initial stage. Investments listed on the Beijing Stock Exchange and STAR Board may be concentrated in a small number of stocks and subject the Fund to higher concentration risk.

3. Changes to the investment policy of JPMorgan Multi Balanced Fund

The investment policy of JPMorgan Multi Balanced Fund has been amended such that the Fund's exposure to equity-linked notes and participation notes is changed from less than 10% of its total net asset value to less than 20% of its total net asset value.

Please refer to the offering documents of the Fund for details of the risks associated with equity-linked notes and participation notes.

4. Changes to the investment policy of JPMorgan Multi Income Fund

The investment policy of JPMorgan Multi Income Fund has been amended to clarify that the equity and equity equivalent securities that the Fund may invest in include but are not limited to American depository receipts, global depository receipts, equity-linked notes and participation notes. It is also provided that the Fund may only invest less than 20% of its total net asset value in equity-linked notes and participation notes.

Please refer to the offering documents of the Fund for details of the risks associated with depository receipts, equity-linked notes and participation notes.

5. Update of the address of the Manager's website

The offering documents of the Funds will be amended to update that the address of the Manager's website is am.jpmorgan.com/hk¹. The website has not been reviewed by the Securities and Futures Commission.

6. Enhancement of disclosures in the offering documents of the Funds

Other enhancement of disclosures and miscellaneous amendments have been made in the offering documents of the Funds, including risk disclosures and general update on taxation in the People's Republic of China.

The trust deed of each Fund is available for inspection free of charge during normal working hours at the registered office of JPMorgan Funds (Asia) Limited². The offering documents of the Funds are available free of charge upon request during normal working hours at the registered office of JPMorgan Funds (Asia) Limited², and on our website am.jpmorgan.com/hk¹.

The Manager of the Funds accepts responsibility for the accuracy of the content of this letter.

If you have any questions with regard to the content of this letter or any other aspect of the Funds, please do not hesitate to contact:

- your bank or financial adviser;
- your designated client adviser, account manager, pension scheme trustee or administrator;

¹ The website has not been reviewed by the Securities and Futures Commission.

² The registered office of JPMorgan Funds (Asia) Limited is located at 21st Floor, Chater House, 8 Connaught Road Central, Hong Kong.

- our Intermediary Clients' Hotline on (852) 2265 1000;
- our distributor hotline on (852) 2978 7788; or
- if you normally deal directly with us, our J.P. Morgan Funds InvestorLine on (852) 2265 1188.

Yours faithfully,
For and on behalf of
JPMorgan Funds (Asia) Limited

A handwritten signature in black ink, appearing to be 'Edwin TK Chan', with a stylized flourish at the end.

Edwin TK Chan
Director